

Message Text

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53

ACTION EB-11

INFO OCT-01 EUR-25 IO-12 ADP-00 AGR-20 CEA-02 CIAE-00

COME-00 DODE-00 FRB-02 H-02 INR-09 INT-08 L-03 LAB-06

NSAE-00 NSC-10 PA-03 RSC-01 AID-20 CIEP-02 SS-14

STR-08 TAR-02 TRSE-00 USIA-12 PRS-01 SAL-01 OMB-01

RSR-01 /177 W

----- 101556

R 201604 Z MAR 73

FM AMEMBASSY VIENNA

TO SECSTATE WASHDC 8131

INFO AMEMBASSY BONN

USMISSION EC BRUSSELS

USMISSION GENEVA

USMISSION OECD PARIS

UNCLAS VIENNA 2229

DEPT PASS COMMERCE AND TREASURY

GENEVA FOR GATT

E. O.11652: N/A

TAGS: ECON, EFIN, AU

SUBJECT: AUSTRIAN EXPORTERS GET COMPENSATION FOR REVALUATION

REF: VIENNA A-469, JULY 1, 1972

1. TO MITIGATE ADVERSE IMPACT OF RECENT 2.25 PCT REVALUATION OF
AUSTRIAN SCHILLING, GOVERNMENT, NATIONAL BANK, AND INTEREST GROUPS
HAVE AGREED ON FOLLOWING FLANKING MEASURES:

A. INCREASE OF " DELCREDERE" ADJUSTMENT RATE FOR EXPORT PROCEEDS
FROM 5 PCT TO 10 PCT DURING PERIOD 1974/75:

B. REDUCTION OF VAT RATE FROM 6 PCT TO 4 PCT APPLICABLE TO INVESTMENT
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GOODS PURCHASED TO PRODUCE FOR EXPORT DURING PERIOD 1974/75;
EXPECTED TO SAVE EXPORT INDUSTRIES ABOUT AS 300 MILLION;

C. INCREASE OF TAX RELIEF RATE FOR OLD INVESTMENTS FROM 5 PCT TO
5.5 PCT APPLICABLE TO INVESTMENT GOODS USED TO PRODUCE FOR EXPORT
AND ON HAND AT END 1972; EXPECTED TO INCREASE REFUNDS OF OLD TURN-
OVER TAX BY ABOUT AS 120 MILLION.

2. FOR DETAILS ABOVE MEASURES SEE REPAIR.

3. INDUSTRY NOT COMPLETELY SATISFIED WITH ABOVE BECAUSE GOVERNMENT
REFUSED TO IMPLEMENT PROPOSED REFUND OF PAYROLL TAX TO EXPORTERS
WHICH INDUSTRY CONSIDERS ESSENTIAL FOR ESTABLISHING BALANCED
COMPETITIVE CONDITIONS IN FOREIGN MARKETS. INDUSTRY MAINTAINS
REFUND WOULD BE IN CONFORMITY WITH GATT AND EC RULES. THIS PROPOSAL
EXPECTED TO COME UP AGAIN IN COMING WEEKS. HUMES

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*** Current Handling Restrictions *** n/a

*** Current Classification *** UNCLASSIFIED

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
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Copy: SINGLE
Draft Date: 20 MAR 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973VIENNA02229
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: n/a
Errors: n/a
Film Number: n/a
From: VIENNA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730336/aaaaifjc.tel
Line Count: 84
Locator: TEXT ON-LINE
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Previous Handling Restrictions: n/a
Reference: n/a
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US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
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Review Release Date: n/a
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Secure: OPEN
Status: <DBA CORRECTED> srp 971222
Subject: AUSTRIAN
TAGS: ECON, EFIN, AU
To: EB
SECSTATE WASHDC INFO BONN
EC BRUSSELS
GENEVA
OECD PARIS
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

